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SUMMARY OF FINAL NEGOTIATIONS OF  
CONTRACT NO. SC-45-12 BASED ON "REPORT ON  
PRICE REDETERMINATION AUDIT" REPORT #267

MATERIAL

The Contractor claimed \$46,858 for material costs. Of these costs, \$31,314 representing Subcontract costs was questioned by the Auditor as not having Contracting Officer approval. The amount of \$31,314 of Subcontract costs was approved after the fact as costs necessary for performance of the contract. The Auditor in Par. 7 of Audit Report #267 stated that Contractor-owned test equipment costing \$1,214 had erroneously been charged to the contract, and that the Contractor has later credited the contract for this amount. A review of the Contractor's cost proposal did not reflect this credit. The Contractor, at the request of the Contracting Officer substantiated the fact that this cost had been excluded from its material cost claim. The Contractor's material claim was approved in the amount of

\$ 46,858.00

OTHER EXPENSES

The Contractor claimed other expenses (direct charges) in the amount of \$73.00. The auditor accepted these costs and this amount was therefore approved

73.00

DIRECT LABOR

The Contractor claimed \$16,018 labor costs. Of this cost, \$547 representing premium pay for overtime work was questioned by the Auditor as not having Contracting Officer approval. The amount of \$547 of premium pay was reinstated as applying to overtime work necessary for performance of the contract and was approved after the fact. The Contractor's labor cost was approved in the amount of

16,018.00

OVERHEAD

The Contractor claimed \$17,019 for overhead costs. This amount was accepted by the Auditor and was therefore approved

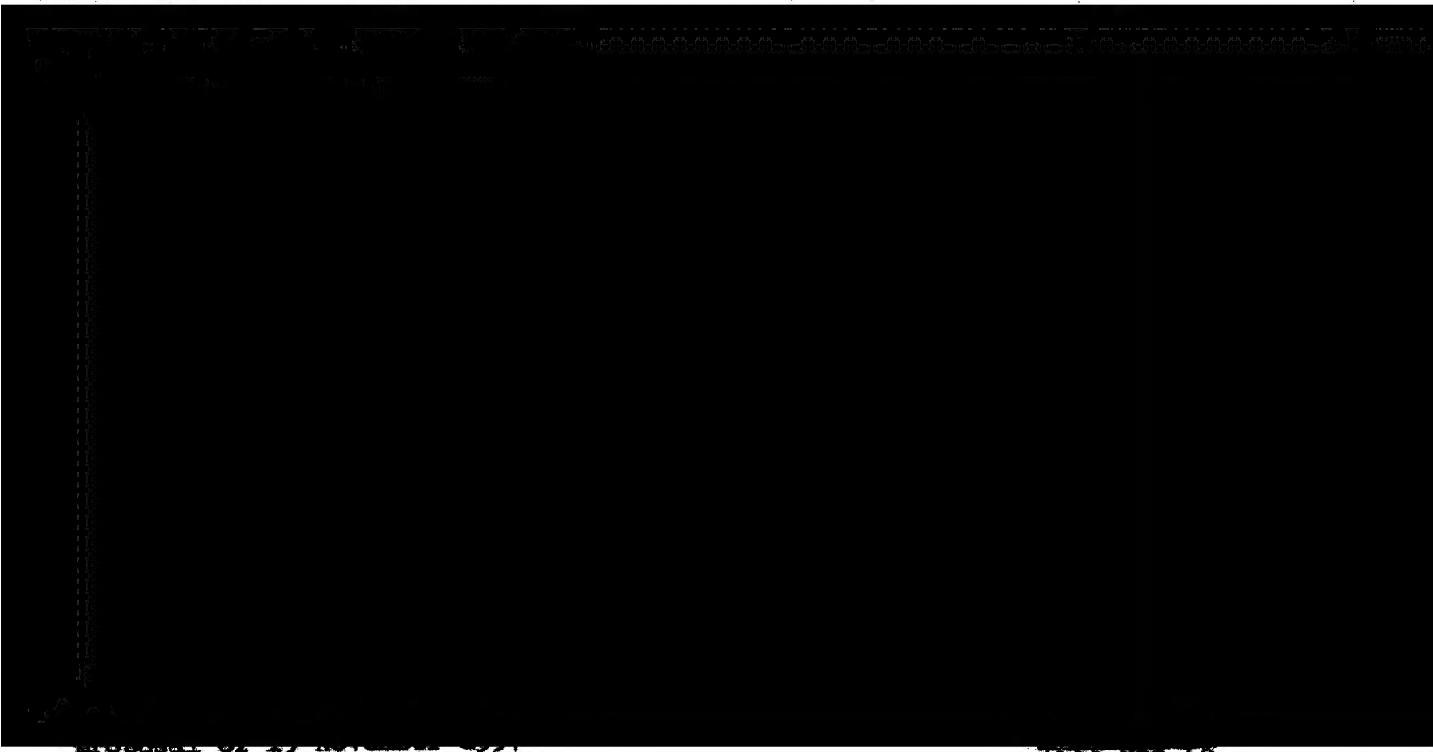
Total Approved Manufacturing Cost

17,019.00  
\$79,968.00

Approved For Release 2000/04/18 : CIA-RDP81B00879R000100050060-4

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GENERAL & ADMINISTRATIVE EXPENSE



Total Redetermined Contract Price

\$103,622.42

Approved For Release 2000/04/18 : CIA-RDP81B00879R000100050060-4

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DEPT-9025-59

Contract No. SC-49-12  
Amendment No. 2

The Perkin-Elmer Corporation  
Main Avenue  
Norwalk, Connecticut

AUG 3 1959

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1. This document constitutes Amendment No. 2 to Contract No. SC-45-12 between The Perkin-Elmer Corporation and the United States Government.

2. Pursuant to the clause of this contract entitled PART IV-  
PRICE REDETERMINATION, the parties hereto have negotiated and agreed  
upon the final contract price for full and complete performance of  
the contract. In accordance with these negotiations and agreements,  
the Contractor shall be entitled to payment in the total amount of  
ONE HUNDRED THREE THOUSAND EIGHT HUNDRED TWENTY-TWO AND 42/100  
DOLLARS (\$103,822.42) which amount represents the final contract  
price.

3. All other terms, conditions and requirements of Contract No. SC-45-12, as amended, remain unchanged.

4. Please indicate your receipt of this Amendment No. 2 to Contract No. SC-45-12 and your acceptance thereof by executing the original and two copies of this Amendment. Return the fully executed original and one copy of this Amendment to the undersigned and retain the remaining copy for your files.

Very truly yours,  
25X1A9a

**Contracting Officer**

**ACKNOWLEDGED AND ACCEPTED**  
**THE FERVIN-ELMER CORPORATION**

FOIAb3a

BY *John G. Neihardt*

**SECRETARY**

DATE August 10, 1959

DOCUMENT NO. 99  
NO CHANGE IN CLASS. (X)  
(IF NEW CLASSIFIED)  
CLASS CHANGED TO: TS S C  
NEXT REVIEW DATE: 2022  
AUTH: HS 70-2  
DATE: 13/1/82 REVIEWER: 010958